GOVERNMENT OF INDIA
FINANCE
LOK SABHA

STARRED QUESTION NO:295
ANSWERED ON:10.03.2006
MOBILISATION OF DEPOSITS
Singh Shri Mohan

Will the Minister of FINANCE be pleased to state:

(a) whether the deposits in nationalised banks are showing a downward trend during the last three years owing to the surge in the deposit mobilisation activities by the foreign/private banks;

(b) if so, the details of the comparative deposit charts by all the nationalised banks and the foreign/private banks during the above period, year wise;

(c) the steps taken by the Government to increase deposits in nationalised banks;

(d) whether the Government has received any complaints from the public sector banks against some of the foreign/private banks for adopting unethical methods of deposit mobilisation and recovery of dues; and

(e) if so, the details thereof and the reaction of the Government thereto?

Answer

THE MINISTER OF STATE OF FINANCE (SHRI P. CHIDAMBARAM) :

(a) and (b) There has been no downward trend in the deposits of Public Sector Banks during the last three years as indicated in the table given below:

(Rs. Crore)

	March, 03	March, 04	March, 05
Public Sector Banks			
Total Deposits	1079394	1226838	1435853
Annual Absolute Increase	110645	147444	209015
Annual Growth in%	11.4	13.7	17.0
Private Sector Banks			
Total Deposits	200253	262150	314762
Annual Absolute Increase	37256	61897	52612
Annual Growth in%	22.9	30.9	20.1
Foreign Banks			
Total Deposits	67937	78692	86505

Annual Absolute Increase	5087	10755	7813
Annual Growth in%	8.1	15.8	9.9

(c) Deposit mobilisation is the responsibility of individual banks. In terms of the Reserve Bank of India`s (RBI) extant guidelines, banks may launch new domestic deposit mobilization schemes with the approval of their Board of Directors.

(d) No, Sir.

(e) Does not arise.